

Form
(August 2004)

**UTE INDIAN TRIBE
DEPARTMENT OF ENERGY AND MINERALS
APPLICATION FOR PERMIT TO DRILL OR REENTER**

FORM
Approved August 2004

5. Lease Serial No. or EDA No.
EDA Number UIT-EDA-001-000

6. Tribe Name
Ute

1a. Type of work: ☒ DRILL ☐ REENTER

7. If Unit or CA Agreement, Name and No.
N/A

1b. Type of Well: ☐ Oil Well ☒ Gas Well ☐ Other ☐ Single Zone ☒ Multiple Zone

8. Lease Name and Well No.
Ute Tribal 9-20-1319

2. Name of Operator
FIML Natural Resources, LLC

9. API Well No.
43047-37830

3a. Address **410 17th St., 9th Floor, Denver, CO 80202**

3b. Phone No. (include area code)
(303) 893-5073

10. Field and Pool, or Exploratory
Wildcat

4. Location of Well (Report location clearly and in accordance with any State requirements.)*

At surface **NE/4 SE/4 1,841' FSL & 742' FEL Sec 20 T-13S R-19E**

At proposed prod. zone **Same 602355x 4391504y 39.6008.008 -109.806705**

11. Sec., T. R. M. or Blk. and Survey or Area
Sec 20, T-13S R-19E

14. Distance in miles and direction from nearest town or post office*
40.8 miles south of Ouray, Utah

12. County
Uintah

13. State
UT

15. Distance from proposed*
location to nearest
property or lease line, ft.
(Also to nearest drig. unit line, if any)
742'

16. No. of acres in lease
640

17. Spacing Unit dedicated to this well
40 Acres

18. Distance from proposed location*
to nearest well, drilling, completed,
applied for, on this lease, ft.
3,008'

19. Proposed Depth
5,178'

20. State Bond #
8193-15-93

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
6,581' GL

22. Approximate date work will start*
05/15/2006

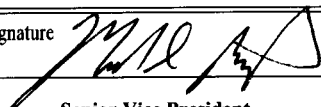
23. Estimated duration
15 days

24. Attachments

The following shall be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan.
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Such other site specific information and/or plans as may be required by the Energy and Minerals Department.

25. Signature



Name (Printed/Typed)

Mark D. Bingham

Date

02/17/2006

Title

Senior Vice President

Approved by (Signature)

Title

Name (Printed/Typed)

BRADLEY G. HILL
ENVIRONMENTAL MANAGER

Date

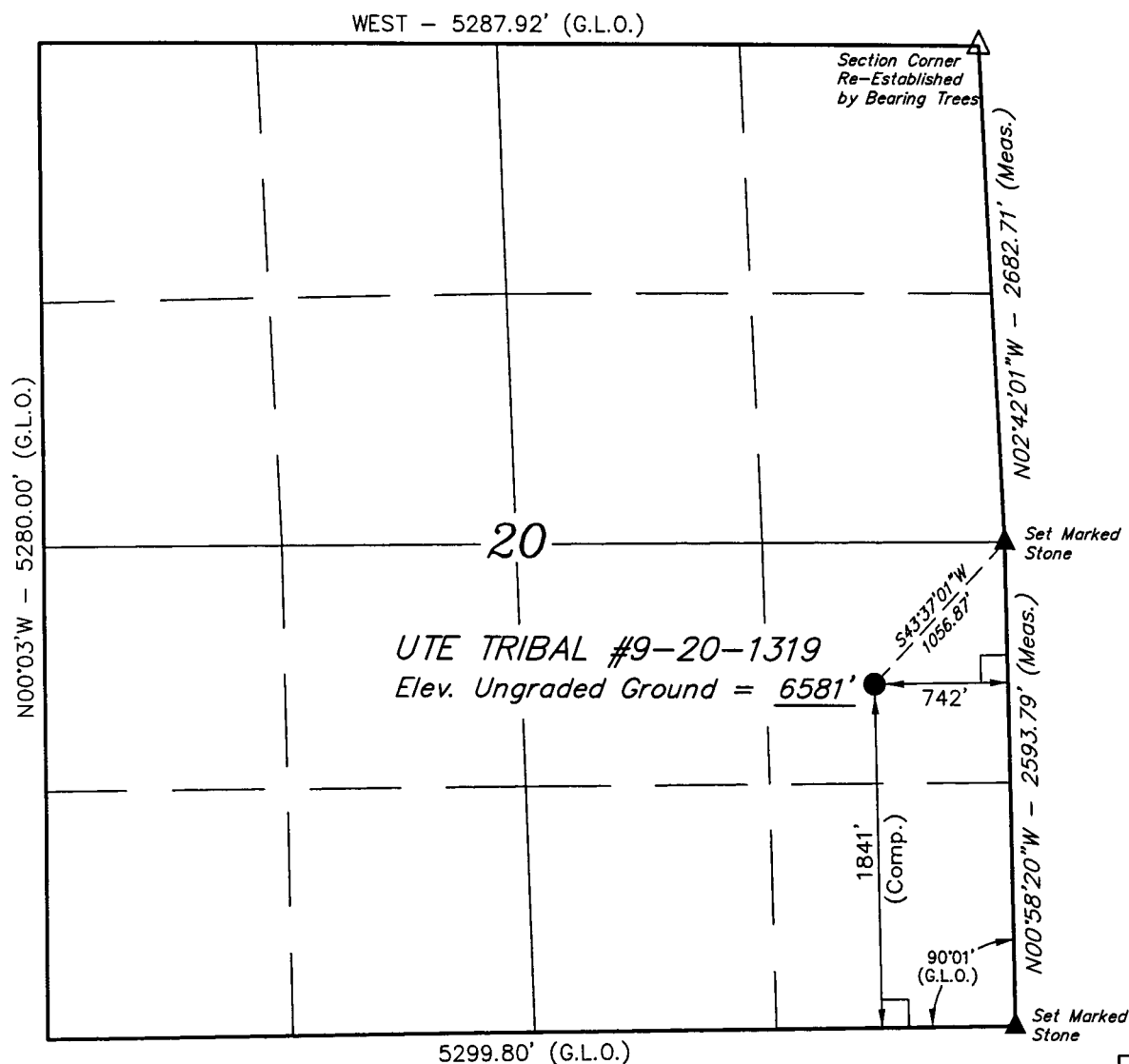
03-15-06

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

RECEIVED

FEB 23 2006

T13S, R19E, S.L.B.&M.

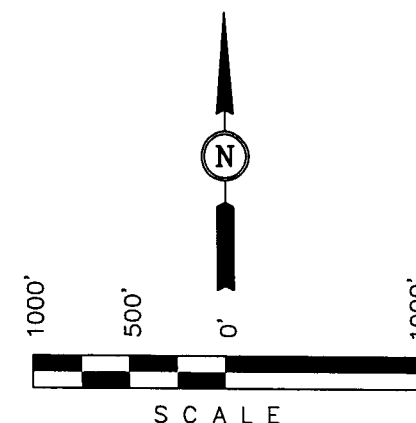


UTE/FNR LLC.

Well location, UTE TRIBAL #9-20-1319, located as shown in the NE 1/4 SE 1/4 of Section 20, T13S, R19E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

BENCH MARK (47 WF) LOCATED IN THE NW 1/4 OF SECTION 22, T12S, R19E, S.L.B.&M. TAKEN FROM THE DOG KNOLL QUADRANGLE, UTAH, UTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED ON CAP AS BEING 6473 FEET.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF

John H. Hays
REGISTERED LAND SURVEYOR
REGISTRATION NO. 161319
STATE OF UTAH

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.

(AUTONOMOUS NAD 83)
LATITUDE = 39°40'10.90" (39.669694)
LONGITUDE = 109°48'27.55" (109.807653)
(AUTONOMOUS NAD 27)
LATITUDE = 39°40'11.03" (39.669731)
LONGITUDE = 109°48'25.04" (109.806956)

LEGEND:

- └─ = 90° SYMBOL
- = PROPOSED WELL HEAD.
- ▲ = SECTION CORNERS LOCATED.

UINTAH ENGINEERING & LAND SURVEYING
85 SOUTH 200 EAST - VERNAL, UTAH 84078
(435) 789-1017

| | | |
|-------------------------|---------------------------|------------------------|
| SCALE 1" = 1000' | DATE SURVEYED: 8-5-05 | DATE DRAWN: 8-22-05 |
| PARTY B.H. B.C. K.G. | REFERENCES G.L.O. PLAT | |
| WEATHER HOT | FILE UTE/FNR LLC. | |

FIML NATURAL RESOURCES, LLC

February 21, 2006

Utah Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, UT 84114-5801

Attn.: Diana Whitney

Re: Ute Tribal #9-20-1319
Sec 20 T-13S R-19E
Wildcat Field
Uintah County, Utah

Dear Ms. Whitney:

Enclosed is one original of the Application to Drill for the above proposed well.

FIML (FNR) Natural Resources, LLC is requesting the Utah Division of Oil, Gas and Mining to hold this information as confidential.

If any questions arise or additional information is required, please contact me at 303-893-5090.

Sincerely,



Cassandra Parks
Operations Assistant

/cp

Enclosures:

FEB 23 2006

SELF CERTIFICATION STATEMENT

The following self-certification statement is provided per federal requirements dated June 15, 1988.

Please be advised that FIML Natural Resources, LLC is considered to be the operator of the following well.

Ute Tribal 9-20-1319
NE/4 SE/4 1,841' FSL 742' FEL Sec 20, T-13S, R-19E, S.L.B.&M.
EDA Number UIT-EDA-001-000
Uintah County, Utah

FIML Natural Resources, LLC is responsible under the terms of this lease for the operations conducted upon lease lands.

A handwritten signature in black ink, appearing to read "Rick L. Parks", with a long horizontal flourish extending to the right.

Rick L. Parks
Operations Manager
FIML Natural Resources, LLC
410 17th Street
9th Floor
Denver, Colorado 80202
(303) 893-5081

UTE/FNR LLC
Managed and Operated by FIML Natural Resources, LLC

Ute Tribal 9-20-1319
NE/4 SE/4 1,841' FSL 742' FEL Section 20 T-13S R-19E
Uintah County, Utah
EDA Number UIT-EDA-001-000

DRILLING PROGRAM

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

UTE/FNR LLC is responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" and the Standard Operating Procedures will be furnished to the field representative(s) to ensure compliance and will be on location during all construction and drilling operations.

1. Estimated Tops of Geological Markers:

| Formation | Depth |
|------------------|--------------|
| Green River | Surface |
| Wasatch | 2,474' |
| Mesa Verde | 4,928' |
| Total Depth | 5,178' |

2. Estimated Depths of Anticipated Water, Oil, Gas, or Other Minerals:

| Substance | Formation | Depth |
|------------------|------------------|--------------|
| Oil/Gas | Wasatch | 2,474' |
| Oil/Gas | Mesa Verde | 4,928' |

All usable water, having less than 10,000 ppm total dissolved solids, and any prospectively valuable minerals encountered during drilling will be recorded by depth and adequately protected. All oil and gas shows will be tested to determine their commercial potential. This information will be reported to the Ute Tribe Energy and Minerals Department.

All water shows and water bearing zones will be reported to the Ute Tribe Energy and Minerals Department within one (1) business day after being encountered. Filing of the State of Utah form 7 Report of Water Encountered is optional.

3. Pressure Control Equipment:

Please refer to UTE/FNR LLC Standard Operating Procedure (SOP Version: Revised November 18, 2005).

4. **Proposed Casing and Cementing Program:**

Please refer to UTE/FNR LLC Standard Operating Procedure (SOP Version: Revised November 18, 2005).

5. **Drilling Fluids Program:**

Please refer to UTE/FNR LLC Standard Operating Procedure (SOP Version: Revised November 18, 2005).

6. **Evaluation Program:**

Please refer to UTE/FNR LLC Standard Operating Procedure (SOP Version: Revised November 18, 2005).

7. **Abnormal Conditions:**

Please refer to UTE/FNR LLC Standard Operating Procedure (SOP Version: Revised November 18, 2005).

8. **Anticipated Starting Dates and Notification of Operations:**

Please refer to UTE/FNR LLC Standard Operating Procedure (SOP Version: Revised November 18, 2005).

9. **Other Information:**

Please refer to UTE/FNR LLC Standard Operating Procedure (SOP Version: Revised November 18, 2005).

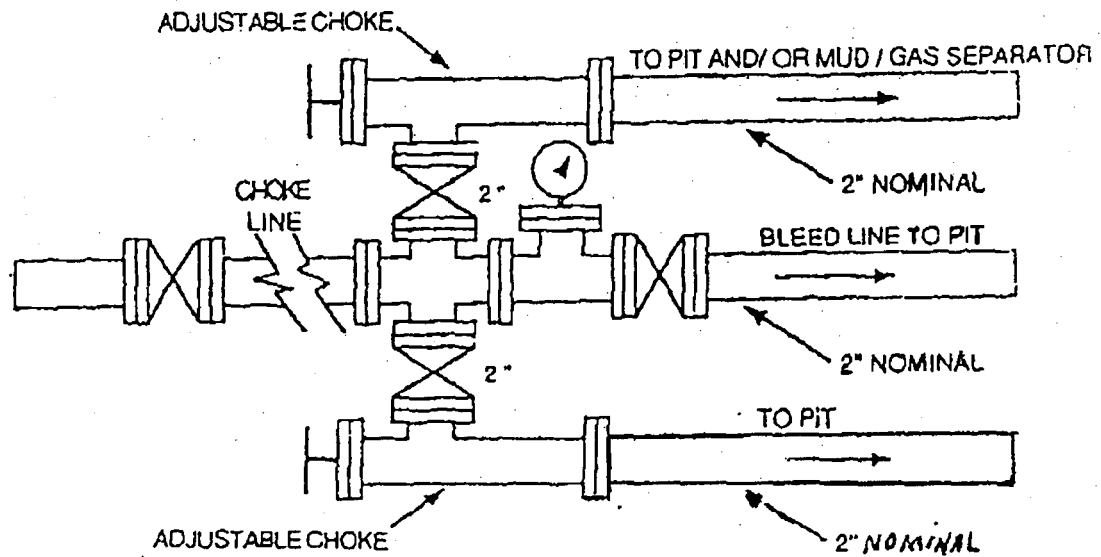
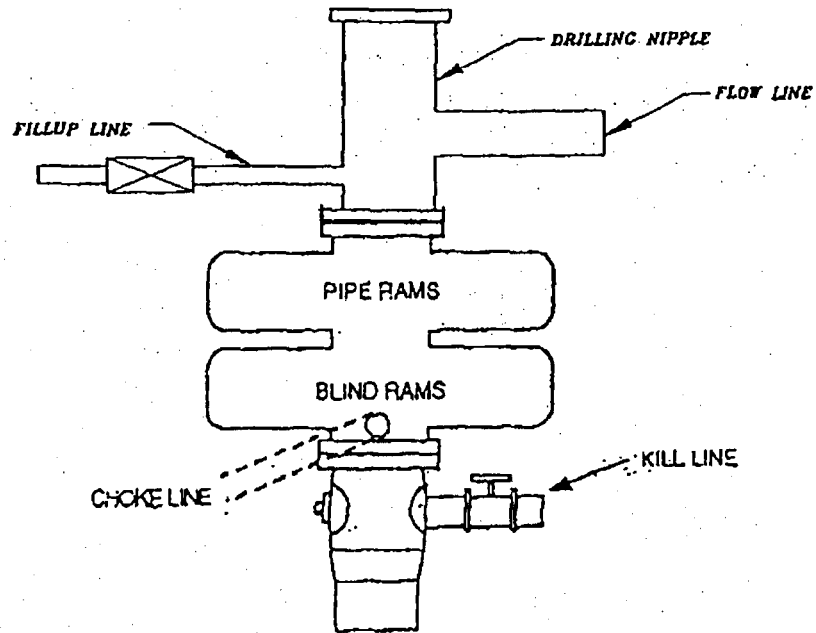
2M SYSTEM

BLOWOUT PREVENTER FOR HIGH PRESSURE WELLS

900 SERIES MINIMUM

2000# psi W.P.

BOP 6" X 3000 PSI or 10" X 3000 PSI



UTE/FNR LLC
Managed and Operated by FIML Natural Resources, LLC

Ute Tribal 9-20-1319
NE/4 SE/4 1,841' FSL 742' FEL Section 20 T-13S R-19E
Uintah County, Utah
EDA Number UIT-EDA-001-000

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads

- A. Proceed in a westerly direction from Vernal, Utah along U.S. Highway 40 approximately 14.0 miles to the junction of State Highway 88. Turn left and proceed in a southerly direction approximately 17.0 miles to Ouray, Utah. Proceed in a southerly, then southeasterly direction approximately 9.1 miles on the Seep Ridge Road to the junction of this road and an existing road to the south. Turn right and proceed in a southerly direction approximately 2.8 miles to the junction of this road and an existing road to the west. Turn right and proceed in a westerly, then southwesterly, then southerly direction approximately 28.4 miles to the beginning of the access to the south. Go west for 0.15 miles. Then head southwest, then northwest, then southwest, then northwest for approximately 0.7 miles on the proposed access road for the Ute Tribal 1-20-1319. Turn southwest onto the access road for the Ute Tribal 1-20-1319 and continue for approximately 0.4 miles. Turn northwest onto the proposed access road for the Ute Tribal 9-20-1319 and continue approximately 0.1 miles to the proposed Ute Tribal 9-20-1319 well location.
- B. The proposed well site is located approximately 40.8 miles south southwest of Ouray, Utah – See attached Topographic Map “A”.
- C. Refer to attached Topographic Map “A”.
- D. Existing roads will be maintained and repaired as necessary. No off lease Right-of-Way will be required.

2. Planned Access Roads

See Topographic Map “B” for the location of the proposed access road.

3. Location of existing wells within a one mile radius of proposed well location

See Topographic Map “C” for the location of existing wells within a one-mile radius.

4. Location of Existing and /or Proposed Facilities

Please refer to UTE/FNR LLC Standard Operating Practices (SOP Version: November 18, 2005).

5. Location and Type of Water Supply

- A. Water supply will be from the Ute Tribal 6-11-1219 water well. The State Water Right number is 43-10447 and the well is located in Section 6, T-12S, R-19E, Uintah County, Utah.
- B. Water will be hauled by JN Trucking, Inc.

6. Source of Construction Materials

Please refer to UTE/FNR LLC Standard Operating Practices (SOP Version: November 18, 2005).

7. Method of Handling Waste Materials

Please refer to UTE/FNR LLC Standard Operating Practices (SOP Version: November 18, 2005).

8. Ancillary Facilities

Please refer to UTE/FNR LLC Standard Operating Practices (SOP Version: November 18, 2005).

9. Well Site Layout

The attached Location Layout diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, pipe racks, trailer parking, spoil dirt stockpile(s) and top soil stockpile(s).

10. Plans for Restoration of the Surface

Please refer to UTE/FNR LLC Standard Operating Practices (SOP Version: November 18, 2005).

11. Surface Ownership

Access Road: Ute Indian Tribe
Location: Ute Indian Tribe

12. Other Information

Please refer to UTE/FNR LLC Standard Operating Practices (SOP

Version: November 18, 2005).

13. Operator's Representative and Certification

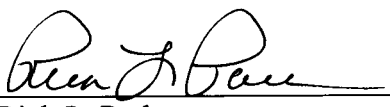
Name: Rick L. Parks
Address: 410 17th Street
9th Floor
Denver, Colorado 80202
Phone No. 303-893-5081
Cellular No. 303-229-7689

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations and Onshore Oil and Gas Orders. FIML Natural Resources, LLC is fully responsible for the actions of its subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions that presently exist; that the statements made in this plan are, to the best of my knowledge and belief, true and correct; and that the work associated with operations proposed herein will be performed by FIML Natural Resources, LLC and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it was approved.

2/17/06
Date


Rick L. Parks
Operations Manager
FIML Natural Resources, LLC

EPA's LIST OF NONEXEMPT EXPLORATION AND PRODUCTION WASTES

While the following wastes are nonexempt, they are not necessarily hazardous.

- Unused fracturing fluids or acids
- Gas plant cooling tower cleaning wastes
- Painting wastes
- Oil and gas service company wastes, such as empty drums, drum rinsate, vacuum truck rinsate, sandblast media, painting wastes, spent solvents, spilled chemicals, and waste acids
- Vacuum truck and drum rinsate from trucks and drums, transporting or containing nonexempt waste
- Refinery wastes
- Liquid and solid wastes generated by crude oil and tank bottom reclaimers
- Used equipment lubrication oils
- Waste compressor oil, filters, and blowdown
- Used hydraulic fluids
- Waste solvents
- Waste in transportation pipeline-related pits
- Caustic or acid cleaners
- Boiler cleaning wastes
- Boiler refractory bricks
- Incinerator ash
- Laboratory wastes
- Sanitary wastes
- Pesticide waste
- Radioactive tracer wastes
- Drums, insulation, and miscellaneous solids

UTE/FNR LLC.
UTE TRIBAL #9-20-1319
LOCATED IN UINTAH COUNTY, UTAH
SECTION 20, T13S, R19E, S.L.B.&M.



PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHWESTERLY



- Since 1964 -

UELS Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

LOCATION PHOTOS

08 **11** **05**
MONTH DAY YEAR

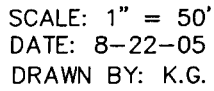
PHOTO

TAKEN BY: B.H.

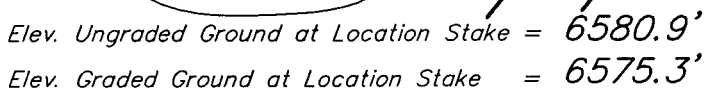
DRAWN BY: C.P.

REVISED: 00-00-00

UTE TRIBAL #9-20-1319
SECTION 9, T13S, R19E, S.L.B.&M.
1841' FSL 742' FEL



Flare Pit is to be located a min. of 100' from the Well Head.



UINTAH ENGINEERING & LAND SURVEYING
85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017

UTE/FNR LLC.

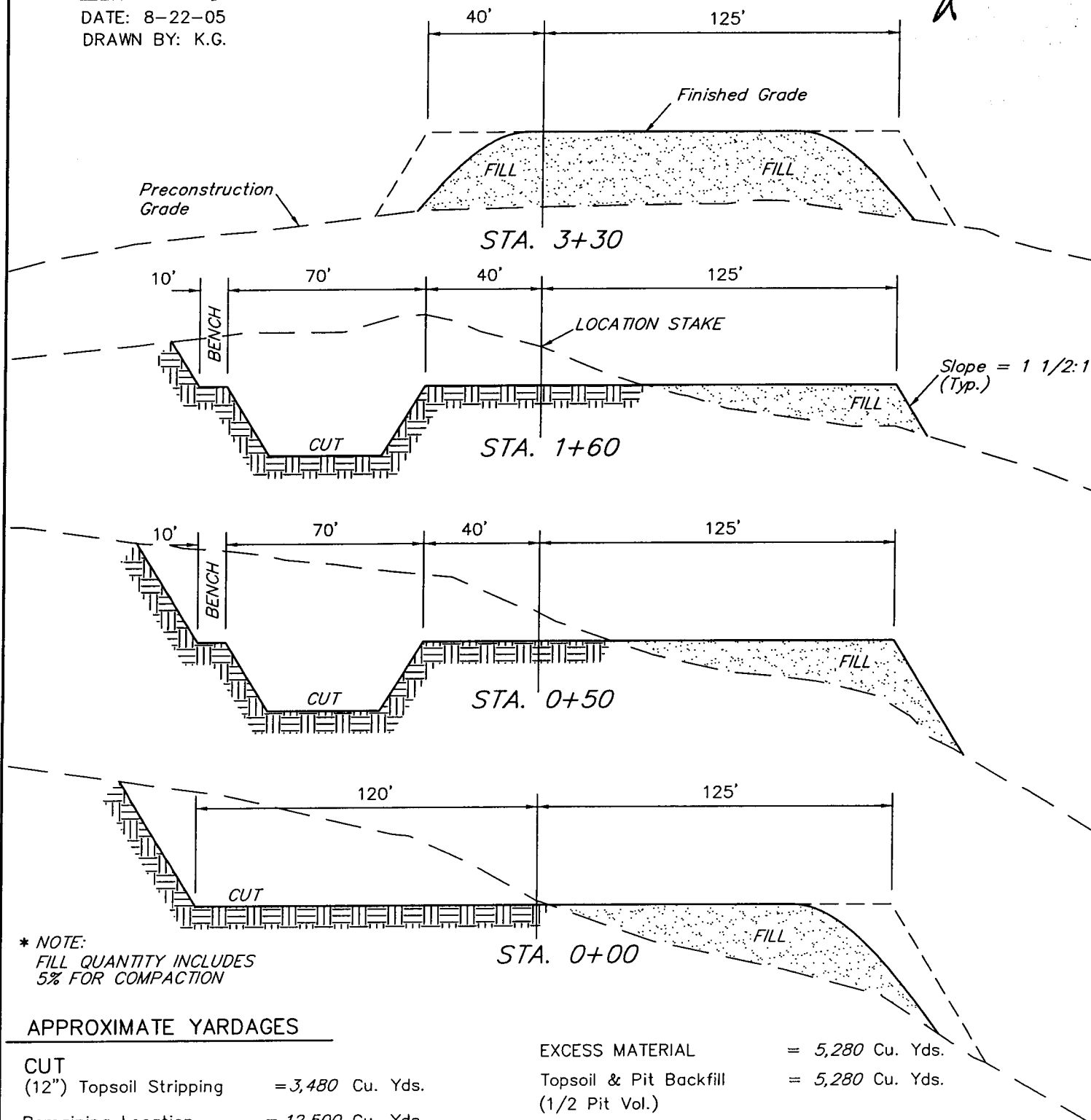
TYPICAL CROSS SECTIONS FOR

UTE TRIBAL #9-20-1319
SECTION 9, T13S, R19E, S.L.B.&M.
1841' FSL 742' FEL

1" = 20'
X-Section
Scale
1" = 50'

DATE: 8-22-05
DRAWN BY: K.G.

[Handwritten Signature]



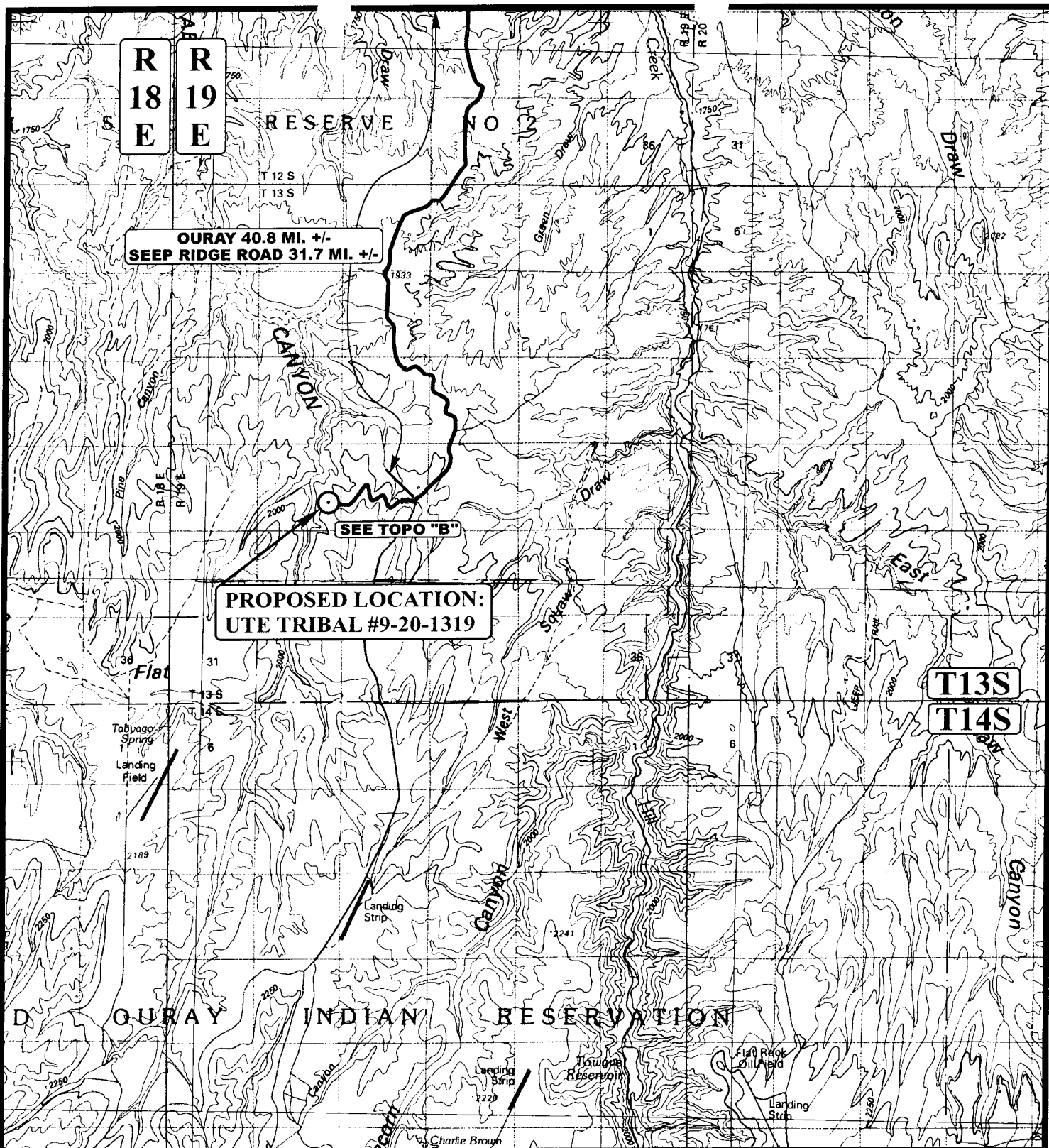
* NOTE:
FILL QUANTITY INCLUDES
5% FOR COMPACTION

APPROXIMATE YARDAGES

CUT
(12") Topsoil Stripping = 3,480 Cu. Yds.
Remaining Location = 12,500 Cu. Yds.
TOTAL CUT = 15,980 CU.YDS.
FILL = 10,700 CU.YDS.

EXCESS MATERIAL = 5,280 Cu. Yds.
Topsoil & Pit Backfill
(1/2 Pit Vol.) = 5,280 Cu. Yds.
EXCESS UNBALANCE = 0 Cu. Yds.
(After Rehabilitation)

UINTAH ENGINEERING & LAND SURVEYING
85 So. 200 East * Vernal, Utah 84078 * (435) 789-1017



LEGEND:

○ PROPOSED LOCATION

N

UTE/FNR LLC.

UTE TRIBAL #9-20-1319

SECTION 20, T13S, R19E, S.L.B.&M.

1841' FSL 742' FEL



Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(435) 789-1017 * FAX (435) 789-1813

TOPOGRAPHIC
MAP

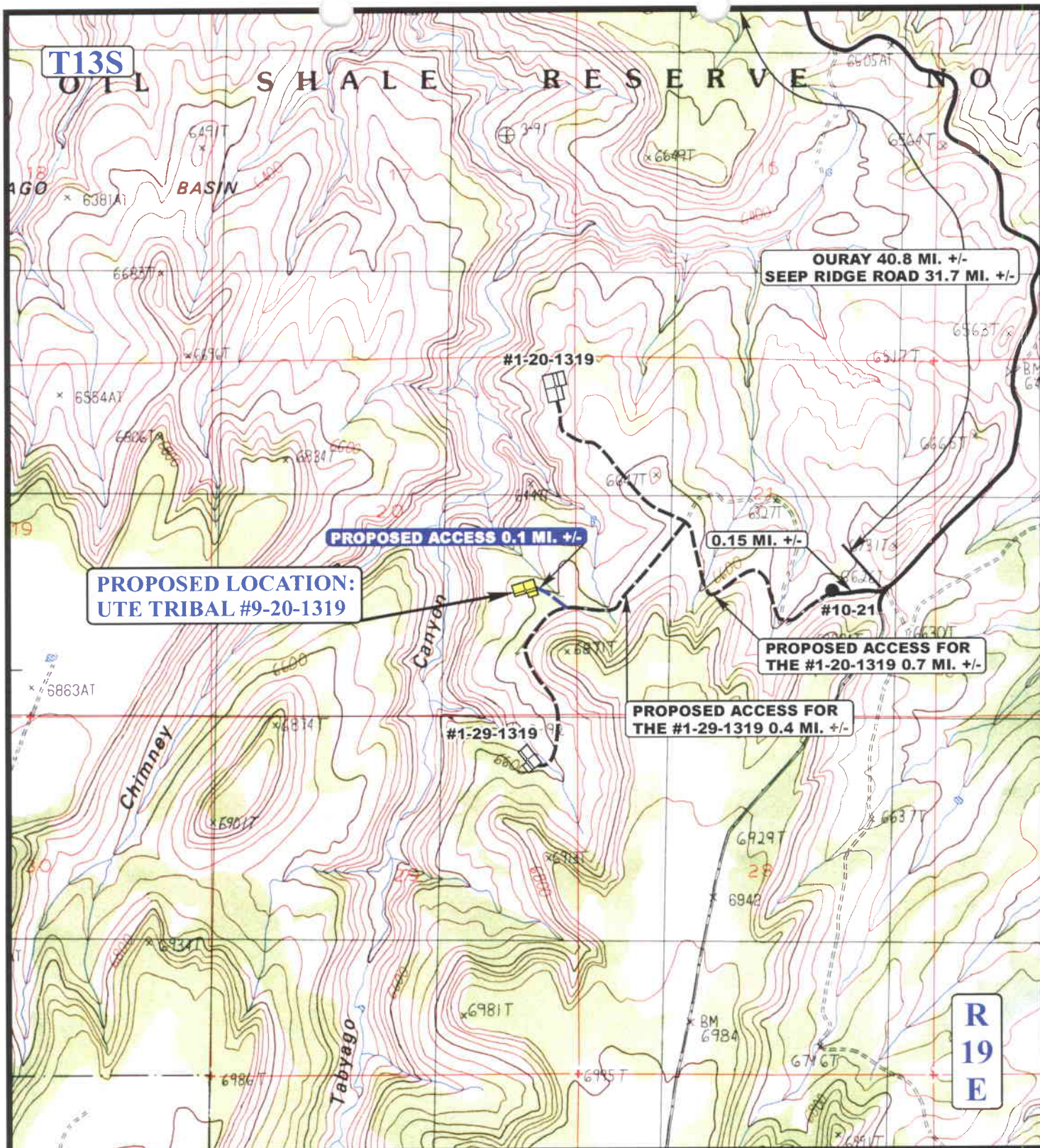
08 11 05
MONTH DAY YEAR

SCALE: 1:100,000

DRAWN BY: C.P.

REVISED: 00-00-00





LEGEND:

EXISTING ROAD
 PROPOSED ACCESS ROAD

UTE/FNR LLC.

UTE TRIBAL #9-20-1319
 SECTION 20, T13S, R19E, S.L.B.&M.
 1841' FSL 742' FEL



Uintah Engineering & Land Surveying
 85 South 200 East Vernal, Utah 84078
 (435) 789-1017 * FAX (435) 789-1813

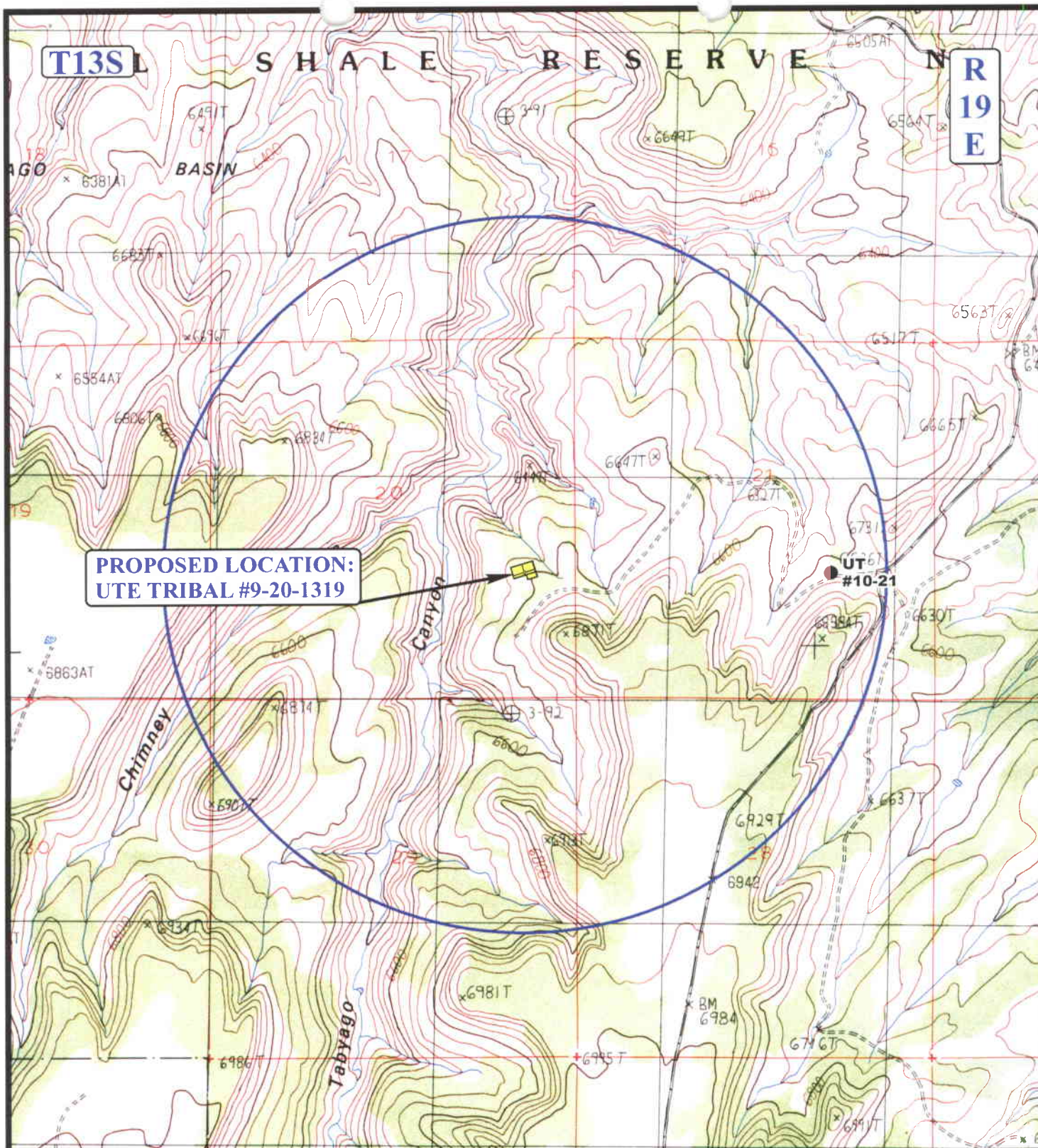


TOPOGRAPHIC
 MAP

08 11 05
 MONTH DAY YEAR

SCALE: 1" = 2000' DRAWN BY: C.P. REVISED: 00-00-00





**PROPOSED LOCATION:
UTE TRIBAL #9-20-1319**

LEGEND:

- | | |
|-------------------|-------------------------|
| ⊗ DISPOSAL WELLS | ♂ WATER WELLS |
| ● PRODUCING WELLS | ⊖ ABANDONED WELLS |
| ⬮ SHUT IN WELLS | ⊖ TEMPORARILY ABANDONED |

UTE/FNR LLC.

**UTE TRIBAL #9-20-1319
SECTION 20, T13S, R19E, S.L.B.&M.
1841' FSL 742' FEL**



Ute Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
(435) 789-1017 * FAX (435) 789-1813

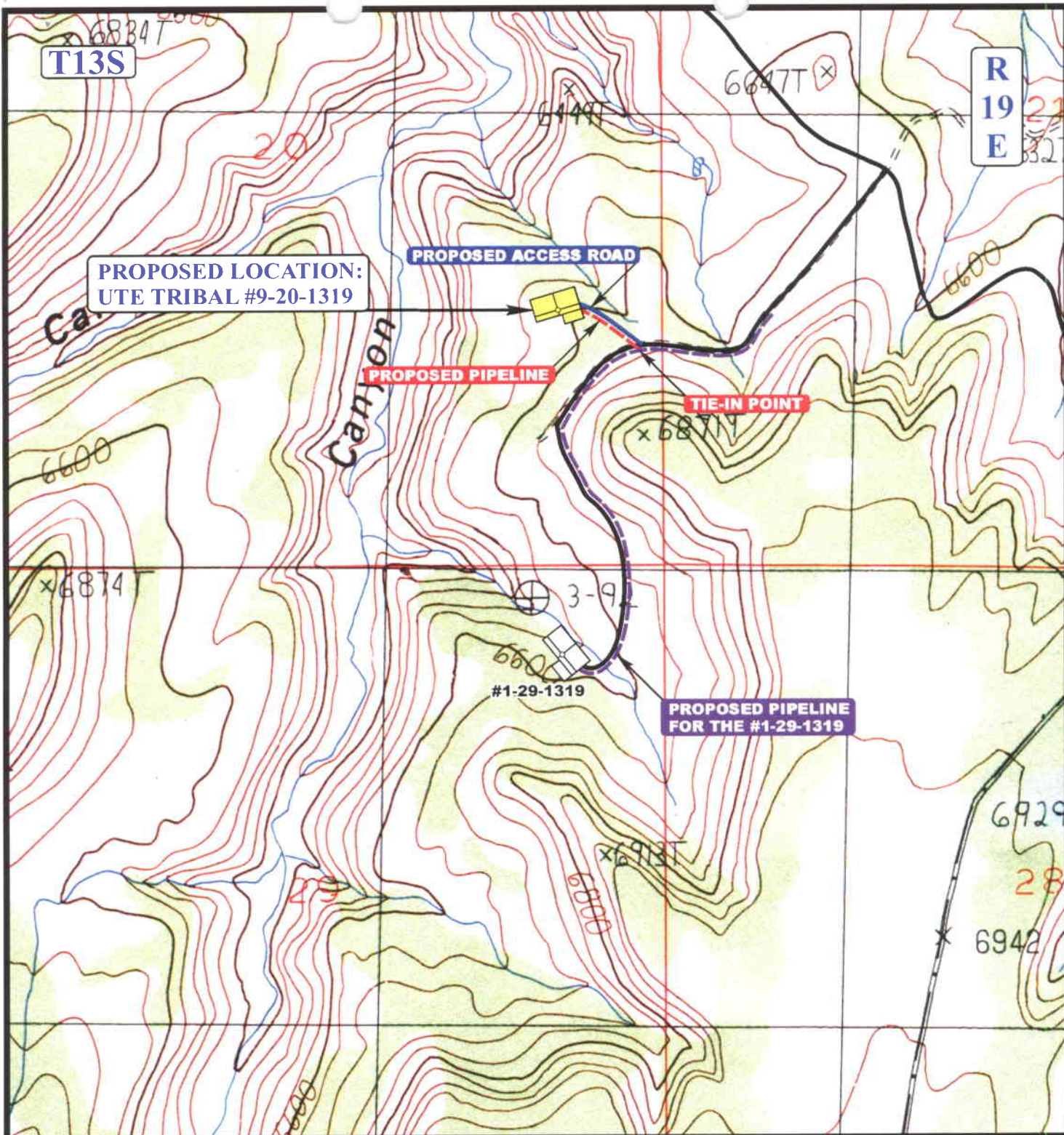


**TOPOGRAPHIC
MAP**

08 11 05
MONTH DAY YEAR

SCALE: 1" = 2000' DRAWN BY: C.P. REVISED: 00-00-00





APPROXIMATE TOTAL PIPELINE DISTANCE = 550' +/-

LEGEND:

- PROPOSED ACCESS ROAD
- - - - - PROPOSED PIPELINE
- - - - - PROPOSED PIPELINE (SERVICING OTHER WELLS)



UTE/FNR LLC.

UTE TRIBAL #9-20-1319
SECTION 20, T13S, R19E, S.L.B.&M.
1841' FSL 742' FEL

TOPOGRAPHIC MAP

08 11 05
MONTH DAY YEAR

SCALE: 1" = 1000' **DRAWN BY: C.P.** **REVISED: 00-00-00**

D
TOPO

WORKSHEET
APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 02/23/2006

API NO. ASSIGNED: 43-047-37830

WELL NAME: UTE TRIBAL 9-20-1319

OPERATOR: FIML NATURAL RESOURCES (N2530)

CONTACT: MARK BINGHAM

PHONE NUMBER: 303-893-5073

PROPOSED LOCATION:

NESE 20 130S 190E

SURFACE: 1841 FSL 0742 FEL

BOTTOM: 1841 FSL 0742 FEL

COUNTY: Uintah

LATITUDE: 39.66965 LONGITUDE: -109.8067

UTM SURF EASTINGS: 602353 NORTHINGS: 4391564

FIELD NAME: WILDCAT (1)

INSPECT LOCATN BY: / /

| Tech Review | Initials | Date |
|-------------|----------|---------|
| Engineering | DRO | 3/14/06 |
| Geology | | |
| Surface | | |

LEASE TYPE: 2 - Indian

LEASE NUMBER: UIT-EDA-001-000

SURFACE OWNER: 2 - Indian

PROPOSED FORMATION: MVRD

COALBED METHANE WELL? NO

RECEIVED AND/OR REVIEWED:

- ☒ Plat
- ☒ Bond: Fed[] Ind[2] Sta[] Fee[]
(No. 8193-15-93)
- ☒ Potash (Y/N)
- ☒ Oil Shale 190-5 (B) or 190-3 or 190-13
- ☒ Water Permit
(No. 43-10447)
- ☒ RDCC Review (Y/N)
(Date:)
- ☒ Fee Surf Agreement (Y/N)
- ☒ Intent to Commingle (Y/N)

LOCATION AND SITING:

- ☐ R649-2-3.
- Unit: ☐ R649-3-2. General
Siting: 460 From Qtr/Qtr & 920' Between Wells
- ☐ R649-3-3. Exception
- ☐ Drilling Unit
Board Cause No: ☐
Eff Date: ☐
Siting: ☐
- ☐ R649-3-11. Directional Drill

COMMENTS: Sup. Separate file

STIPULATIONS: 1- Spacing Strip

2- Surface Log Cont Strip

3- STATEMENT OF BASIS

T13S R19E

17

16

15

UTE TRIBAL
13-15-1319

UTE TRIBAL
1-20-1319

UTE TRIBAL
5-22-1319

20

UTE TRIBAL
9-20-1319

21

UTE TRIBAL
10-21-1319

22

UTE TRIBAL
11-22-1319

UTE TRIBAL
16-20-1319

UTE TRIBAL
13-21-1319

UTE TRIBAL
15-21-1319

UTE TRIBAL
13-22-1319

UTE TRIBAL
1-29-1319

UTE TRIBAL
3-28-1319

UTE TRIBAL
1-28-1319

UTE TRIBAL
3-27-1319

UTE TRIBAL
5-28-1319

UTE TRIBAL
7-28-1319

UTE TRIBAL
5-27-1319

29

UTE TRIBAL
11-28-1319

28

UTE TRIBAL
9-28-1319

27

UTE TRIBAL
13-28-1319

UTE TRIBAL
15-28-1319

UTE TRIBAL
13-27-1319

UTE TRIBAL
1-33-1319

OPERATOR: FIML NAT RES LLC (N2530)

SEC: 20,21,22 T. 13S R. 19E

FIELD: WILDCAT (001)

COUNTY: UTAH

SPACING: R649-3-2 / GENERAL SITING

Field Status

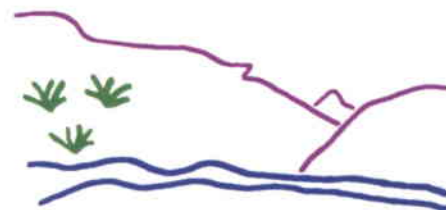
- ABANDONED
- ACTIVE
- COMBINED
- INACTIVE
- PROPOSED
- STORAGE
- TERMINATED

Unit Status

- EXPLORATORY
- GAS STORAGE
- NF PP OIL
- NF SECONDARY
- PENDING
- PI OIL
- PP GAS
- PP GEOTHERML
- PP OIL
- SECONDARY
- TERMINATED

Wells Status

- + GAS INJECTION
- x GAS STORAGE
- x LOCATION ABANDONED
- o NEW LOCATION
- x PLUGGED & ABANDONED
- o PRODUCING GAS
- o PRODUCING OIL
- o SHUT-IN GAS
- o SHUT-IN OIL
- x TEMP. ABANDONED
- o TEST WELL
- o WATER INJECTION
- o WATER SUPPLY
- o WATER DISPOSAL
- o DRILLING



Utah Oil Gas and Mining



PREPARED BY: DIANA WHITNEY
DATE: 06-MARCH-2006

**DIVISION OF OIL, GAS AND MINING
APPLICATION FOR PERMIT TO DRILL
STATEMENT OF BASIS**

OPERATOR: FIML Natural Resources, LLC
WELL NAME & NUMBER: Ute Tribal 9-20-1319
API NUMBER: 43-047-37830
LOCATION: 1/4, 1/4 NESE Sec: 20 TWP: 13S RNG: 19E 1841' FSL 742' FEL

Geology/Ground Water:

FIML proposes to set 1,500 feet of surface casing cemented to the surface. A search of Division of Water Rights records shows no water wells within a 10,000 foot radius of the proposed location. The base of the moderately saline water is estimated at 2,100 feet. The surface formation at the proposed location is the Green River Formation. The Green River Formation is made up of interbedded sandstones, limestones and shales. This location is in a recharge area for the aquifers of the upper Green River Formation and fresh water can be expected to be found in the upper Green River. The proposed casing and cementing program should cover the entire Green River section and adequately protect the Green River aquifer.

Reviewer: Brad Hill **Date:** 03-15-2006

Surface:

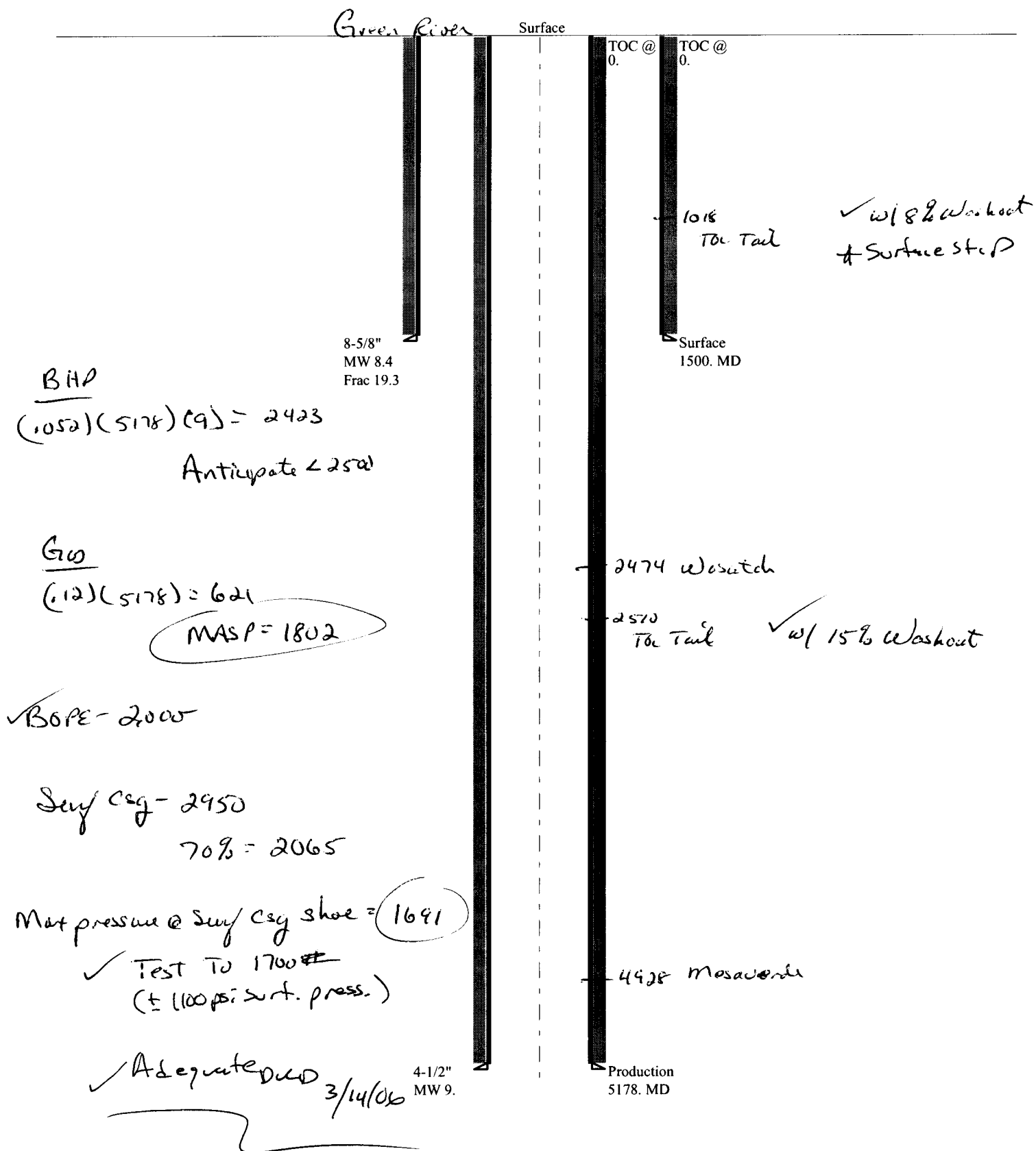
The Ute Indian Tribe is the surface owner at this location. The operator is responsible for obtaining any needed permits or rights of way before causing any surface disturbance or drilling.

Reviewer: Brad Hill **Date:** 03-15-2006

Conditions of Approval/Application for Permit to Drill:

None.

Casing Schematic



| | | |
|--------------|--|--------------|
| Well name: | 03-06 FIML Ute Tribal 9-20-1319 | |
| Operator: | FIML Natural Resources LLC | Project ID: |
| String type: | Surface | 43-047-37830 |
| Location: | Uintah County | |

Design parameters:

Collapse

Mud weight: 8.400 ppg
Design is based on evacuated pipe.

Minimum design factors:

Collapse:

Design factor 1.125

Burst:

Design factor 1.00

Environment:

H2S considered? No
Surface temperature: 65 °F
Bottom hole temperature: 86 °F
Temperature gradient: 1.40 °F/100ft
Minimum section length: 250 ft

Cement top: Surface

Burst

Max anticipated surface pressure: 1,320 psi
Internal gradient: 0.120 psi/ft
Calculated BHP 1,500 psi

No backup mud specified.

Tension:

8 Round STC: 1.80 (J)
8 Round LTC: 1.80 (J)
Buttress: 1.60 (J)
Premium: 1.50 (J)
Body yield: 1.50 (B)

Tension is based on buoyed weight.
Neutral point: 1,311 ft

Non-directional string.

Re subsequent strings:

Next setting depth: 5,368 ft
Next mud weight: 9.000 ppg
Next setting BHP: 2,510 psi
Fracture mud wt: 19.250 ppg
Fracture depth: 1,500 ft
Injection pressure 1,500 psi

| Run Seq | Segment Length (ft) | Size (in) | Nominal Weight (lbs/ft) | Grade | End Finish | True Vert Depth (ft) | Measured Depth (ft) | Drift Diameter (in) | Internal Capacity (ft³) |
|---------|---------------------|-----------|-------------------------|-------|------------|----------------------|---------------------|---------------------|-------------------------|
| 1 | 1500 | 8.625 | 24.00 | J-55 | ST&C | 1500 | 1500 | 7.972 | 72.2 |

| Run Seq | Collapse Load (psi) | Collapse Strength (psi) | Collapse Design Factor | Burst Load (psi) | Burst Strength (psi) | Burst Design Factor | Tension Load (Kips) | Tension Strength (Kips) | Tension Design Factor |
|---------|---------------------|-------------------------|------------------------|------------------|----------------------|---------------------|---------------------|-------------------------|-----------------------|
| 1 | 654 | 1370 | 2.093 | 1500 | 2950 | 1.97 | 31 | 244 | 7.76 J |

Prepared by: Clinton Dworshak
Utah Div. of Oil & Mining

Phone: 801-538-5280
FAX: 810-359-3940

Date: March 7, 2006
Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 1500 ft, a mud weight of 8.4 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Engineering responsibility for use of this design will be that of the purchaser.

Well name:

03-06 FIML Ute Tribal 9-20-1319Operator: **FIML Natural Resources LLC**String type: **Production**

Project ID:

43-047-37830Location: **Uintah County****Design parameters:****Collapse**

Mud weight: 9.000 ppg
Design is based on evacuated pipe.

Minimum design factors:**Collapse:**

Design factor 1.125

Burst:

Design factor 1.00

Environment:

H2S considered? No
Surface temperature: 65 °F
Bottom hole temperature: 137 °F
Temperature gradient: 1.40 °F/100ft
Minimum section length: 1,500 ft

Cement top: Surface

Burst

Max anticipated surface pressure: 1,800 psi
Internal gradient: 0.120 psi/ft
Calculated BHP 2,421 psi

No backup mud specified.

Tension:

8 Round STC: 1.80 (J)
8 Round LTC: 1.80 (J)
Buttress: 1.60 (J)
Premium: 1.50 (J)
Body yield: 1.50 (B)

Non-directional string.

Tension is based on buoyed weight.

Neutral point: 4,481 ft

| Run Seq | Segment Length (ft) | Size (in) | Nominal Weight (lbs/ft) | Grade | End Finish | True Vert Depth (ft) | Measured Depth (ft) | Drift Diameter (in) | Internal Capacity (ft³) |
|---------|---------------------|-------------------------|-------------------------|------------------|----------------------|----------------------|---------------------|-------------------------|-------------------------|
| 1 | 5178 | 4.5 | 11.60 | M-80 | LT&C | 5178 | 5178 | 3.875 | 120 |
| Run Seq | Collapse Load (psi) | Collapse Strength (psi) | Collapse Design Factor | Burst Load (psi) | Burst Strength (psi) | Burst Design Factor | Tension Load (Kips) | Tension Strength (Kips) | Tension Design Factor |
| 1 | 2421 | 6350 | 2.623 | 2421 | 7780 | 3.21 | 52 | 267 | 5.14 B |

Prepared by: Clinton Dworshak
Utah Div. of Oil & Mining

Phone: 801-538-5280
FAX: 810-359-3940

Date: March 7, 2006
Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 5178 ft, a mud weight of 9 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Engineering responsibility for use of this design will be that of the purchaser.



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

March 15, 2006

FIML Natural Resources, LLC
410 17th St., 9th Floor
Denver, CO 80202

Re: Ute Tribal 9-20-1319 Well, 1841' FSL, 742' FEL, NE SE, Sec. 20, T. 13 South,
R. 19 East, Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-37830.

Sincerely,

A handwritten signature in black ink, appearing to read "Gil Hunt".

Gil Hunt
Associate Director

pab
Enclosures

cc: Uintah County Assessor
Bureau of Land Management, Vernal District Office

Operator: FIML Natural Resources, LLC
Well Name & Number Ute Tribal 9-20-1319
API Number: 43-047-37830
Lease: UIT-EDA-001-000

Location: NE SE **Sec.** 20 **T.** 13 South **R.** 19 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

- Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

- Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. The lands subject to this application and the associated mineral rights have been transferred to the Ute Indian Tribe as fee lands, and not as part of the reservation lands pursuant to Public Law 106-398, the Floyd D Spence National Defense Authorization Act for Fiscal Year 2001. The Division on behalf of the State of Utah has been directed by Utah Code §§40-6-1 *et seq.* to exercise jurisdiction over all oil and gas exploration and development on all lands within the State of Utah, in order to promote the greatest economic recovery of oil and gas, and to protect the interests of the general public in the natural resources of the state. **The operator is responsible for obtaining the proper permits from both the State of Utah, Division of Oil Gas and Mining, and from the Ute Indian Tribe for all oil and gas related activities that may be permitted and under the regulations of the State of Utah or the Ute Indian Tribe.**

5. Surface casing shall be cemented to the surface.

6. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.
7. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)

CONFIDENTIAL

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 9

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

| | | |
|---|--|---|
| 1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____ | | 5. LEASE DESIGNATION AND SERIAL NUMBER: UIT-EDA-001-000 |
| 2. NAME OF OPERATOR: FIML Natural Resources, LLC | | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: Ute |
| 3. ADDRESS OF OPERATOR: 410 17th Street Ste 900 CITY Denver STATE CO ZIP 80202 | | 7. UNIT or CA AGREEMENT NAME: |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 1,841' FSL 742' FEL | | 8. WELL NAME and NUMBER: Ute Tribal 9-20-1319 |
| QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NESE 20 13S 19E | | 9. API NUMBER: 4304737830 |
| COUNTY: Uintah | | 10. FIELD AND POOL, OR WILDCAT: Wildcat |
| STATE: UTAH | | |

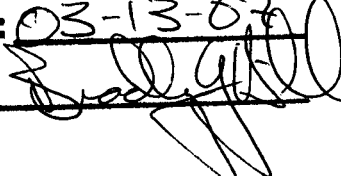
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | |
|--|---|---|---|
| <input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____ | <input type="checkbox"/> ACIDIZE | <input type="checkbox"/> DEEPEN | <input type="checkbox"/> REPERFORATE CURRENT FORMATION |
| | <input type="checkbox"/> ALTER CASING | <input type="checkbox"/> FRACTURE TREAT | <input type="checkbox"/> SIDETRACK TO REPAIR WELL |
| | <input type="checkbox"/> CASING REPAIR | <input type="checkbox"/> NEW CONSTRUCTION | <input type="checkbox"/> TEMPORARILY ABANDON |
| | <input type="checkbox"/> CHANGE TO PREVIOUS PLANS | <input type="checkbox"/> OPERATOR CHANGE | <input type="checkbox"/> TUBING REPAIR |
| | <input type="checkbox"/> CHANGE TUBING | <input type="checkbox"/> PLUG AND ABANDON | <input type="checkbox"/> VENT OR FLARE |
| | <input type="checkbox"/> CHANGE WELL NAME | <input type="checkbox"/> PLUG BACK | <input type="checkbox"/> WATER DISPOSAL |
| | <input type="checkbox"/> CHANGE WELL STATUS | <input type="checkbox"/> PRODUCTION (START/RESUME) | <input type="checkbox"/> WATER SHUT-OFF |
| | <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS | <input type="checkbox"/> RECLAMATION OF WELL SITE | <input checked="" type="checkbox"/> OTHER: Request for drilling permit extension |
| | <input type="checkbox"/> CONVERT WELL TYPE | <input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION | |
| | <input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____ | | |


12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

FIML Natural Resources, LLC requests the permit to drill be extended. Further evaluation of the area is needed prior to drilling this well.

**Approved by the
Utah Division of
Oil, Gas and Mining**

Date: 03-13-07
By: 

SUBMIT TO OPERATOR
DATE: 3-14-07
BY: RM

| | |
|---|-----------------------------------|
| NAME (PLEASE PRINT) <u>Cassandra Parks</u> | TITLE <u>Operations Assistant</u> |
| SIGNATURE  | DATE <u>3/7/2007</u> |

(This space for State use only)

**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-37830
Well Name: Ute Tribal #9-20-1319
Location: NESE 1,841' FSL 742' FEL Sec 20 T13S R19E
Company Permit Issued to: FIML Natural Resources, LLC
Date Original Permit Issued: 3/15/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes ☐ No ☐

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☒

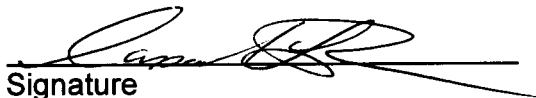
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes ☐ No ☒

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes ☐ No ☒

Has the approved source of water for drilling changed? Yes ☐ No ☒

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes ☐ No ☒

Is bonding still in place, which covers this proposed well? Yes ☒ No ☐


Signature

3/7/2007
Date

Title: Operations Assistant

Representing: FIML Natural Resources, LLC

UTE INDIAN TRIBE
DEPARTMENT OF ENERGY AND MINERALS

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form APD for such proposals.

FORM
Approved August 2004

5. Lease Serial No. or EDA No.
EDA # UTT-EDA-001-000

6. Tribe Name
Ute Tribe

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
Ute Tribal 9-20-1319

9. API Well No.
43-047-37830

10. Field and Pool, or Exploratory Area
Wildcat

11. County
Uintah

SUBMIT IN TRIPLICATE

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
FIML Natural Resources, LLC

3a. Address
410 17th Street, Suite 900 Denver, CO 80202

3b. Phone No. (include area code)
303-893-5073

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
NESE 1,841' FSL 742' FEL Sec 20 T-13S R-19E

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|--|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other Request for Permit Extension |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with the State of Utah. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form Completion shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

FIML Natural Resources, LLC requests the permit to drill be extended. Further evaluation of the area is needed prior to drilling this well.

State of Utah , Division of Oil, Gas & Mining Surety Bond No. 8193-15-93

Approved by the
Utah Division of
Oil, Gas and Mining

COPY SENT TO OPERATOR

Date: 3.29.2008

Initials: KS

Date: 03-20-08

By: [Signature]

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Cassandra Parks

Title Regulatory Specialist

Signature

Date

3/12/2008

THIS SPACE FOR UTE INDIAN TRIBE OFFICE USE

Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title

Date

Office

RECEIVED

MAR 19 2008

DIV. OF OIL, GAS & MINING

**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-37830
Well Name: Ute Tribal #9-20-1319
Location: NESE 1,841' FSL 742' FEL Sec 20 T13S R19E
Company Permit Issued to: FIML Natural Resources, LLC
Date Original Permit Issued: 3/15/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes ☐ No ☐

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☒

Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes ☐ No ☒

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes ☐ No ☒

Has the approved source of water for drilling changed? Yes ☐ No ☒

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes ☐ No ☒

Is bonding still in place, which covers this proposed well? Yes ☒ No ☐



Signature

3/17/2008

Date

Title: Regulatory Specialist

Representing: FIML Natural Resources, LLC

RECEIVED

MAR 19 2008

DIV. OF OIL, GAS & MINING

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 9

CONFIDENTIAL

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.

| | | |
|---|--|--|
| 1. TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER _____ | | 5. LEASE DESIGNATION AND SERIAL NUMBER: UIT-EDA-001-000 |
| 2. NAME OF OPERATOR: FIML Natural Resources, LLC | | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: Ute |
| 3. ADDRESS OF OPERATOR: 410 17th Street Ste 900 CITY Denver STATE CO ZIP 80202 | | 7. UNIT or CA AGREEMENT NAME: |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 1,841' FSL 742' FEL | | 8. WELL NAME and NUMBER: Ute Tribal 9-20-1319 |
| QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NESE 20 13S 19E | | 9. API NUMBER: 4304737830 |
| COUNTY: Uintah | | 10. FIELD AND POOL, OR WILDCAT: Wildcat |
| STATE: UTAH | | |

| 11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | | | |
|---|---|---|--|
| TYPE OF SUBMISSION | TYPE OF ACTION | | |
| <input checked="" type="checkbox"/> NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: _____ | <input type="checkbox"/> ACIDIZE | <input type="checkbox"/> DEEPEN | <input type="checkbox"/> REPERFORATE CURRENT FORMATION |
| | <input type="checkbox"/> ALTER CASING | <input type="checkbox"/> FRACTURE TREAT | <input type="checkbox"/> SIDETRACK TO REPAIR WELL |
| | <input type="checkbox"/> CASING REPAIR | <input type="checkbox"/> NEW CONSTRUCTION | <input type="checkbox"/> TEMPORARILY ABANDON |
| | <input type="checkbox"/> CHANGE TO PREVIOUS PLANS | <input type="checkbox"/> OPERATOR CHANGE | <input type="checkbox"/> TUBING REPAIR |
| | <input type="checkbox"/> CHANGE TUBING | <input type="checkbox"/> PLUG AND ABANDON | <input type="checkbox"/> VENT OR FLARE |
| <input type="checkbox"/> SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: _____ | <input type="checkbox"/> CHANGE WELL NAME | <input type="checkbox"/> PLUG BACK | <input type="checkbox"/> WATER DISPOSAL |
| | <input type="checkbox"/> CHANGE WELL STATUS | <input type="checkbox"/> PRODUCTION (START/RESUME) | <input type="checkbox"/> WATER SHUT-OFF |
| | <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS | <input type="checkbox"/> RECLAMATION OF WELL SITE | <input checked="" type="checkbox"/> OTHER: Request for drilling permit extension |
| | <input type="checkbox"/> CONVERT WELL TYPE | <input type="checkbox"/> RECOMPLETE - DIFFERENT FORMATION | |

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

FIML Natural Resources, LLC requests the permit to drill be extended. Further evaluation of the area is needed prior to drilling this well. Request for Permit Extension Validation is attached.

Approved by the
Utah Division of
Oil, Gas and Mining

COPY SENT TO OPERATOR

Date: 3.18.2009

Initials: KS

Date: 03-17-09
By: [Signature]

| | |
|-----------------------------------|-----------------------------|
| NAME (PLEASE PRINT) Elaine Winick | TITLE Regulatory Specialist |
| SIGNATURE [Signature] | DATE 3/12/2009 |

(This space for State use only)

RECEIVED
MAR 16 2009
DIV. OF OIL, GAS & MINING

**Application for Permit to Drill
Request for Permit Extension
Validation**

(this form should accompany the Sundry Notice requesting permit extension)

API: 43-047-37830
Well Name: Ute Tribal #9-20-1319
Location: NESE 1,841' FSL 742' FEL Sec 20 T13S R19E
Company Permit Issued to: FIML Natural Resources, LLC
Date Original Permit Issued: 3/15/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes ☐ No ☐

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☒

Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes ☐ No ☒

Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes ☐ No ☒

Has the approved source of water for drilling changed? Yes ☐ No ☒

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes ☐ No ☒

Is bonding still in place, which covers this proposed well? Yes ☒ No ☐

Elaine Minick
Signature

3/12/2009
Date

Title: Regulatory Specialist

Representing: FIML Natural Resources, LLC

RECEIVED
MAR 16 2009
DIV. OF OIL, GAS & MINING

| | | | | | |
|---|--|---|---|---|---|
| STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING | | FORM 9 | | | |
| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. | | 5. LEASE DESIGNATION AND SERIAL NUMBER: UIT-EDA-001-000 | | | |
| 1. TYPE OF WELL Gas Well | | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE | | | |
| 2. NAME OF OPERATOR: FIML NATURAL RESOURCES, LLC (FNR) | | 7. UNIT or CA AGREEMENT NAME: | | | |
| 3. ADDRESS OF OPERATOR: 410 17th Street Ste 900 , Denver, CO, 80202 | | 8. WELL NAME and NUMBER: UTE TRIBAL 9-20-1319 | | | |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 1841 FSL 0742 FEL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NESE Section: 20 Township: 13.0S Range: 19.0E Meridian: S | | 9. API NUMBER: 43047378300000 | | | |
| PHONE NUMBER: 303 893-5077 Ext | | 9. FIELD and POOL or WILDCAT: NAVAL RESERVE | | | |
| COUNTY: UTAH | | STATE: UTAH | | | |
| 11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | | | | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | |
| <input checked="" type="checkbox"/> NOTICE OF INTENT Approximate date work will start: 3/17/2011 <input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion: <input type="checkbox"/> SPUD REPORT Date of Spud: <input type="checkbox"/> DRILLING REPORT Report Date: | <table style="width: 100%; border: none;"> <tr> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION </td> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER </td> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input checked="" type="checkbox"/> APD EXTENSION OTHER: _____ </td> </tr> </table> | | <input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION | <input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER | <input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input checked="" type="checkbox"/> APD EXTENSION OTHER: _____ |
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| 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. FIML Natural Resources, LLC requests this permit to drill be extended. Further evaluation of the area is needed prior to drilling this well. Request for permit extension validation is attached. | | | | | |
| NAME (PLEASE PRINT) Elaine Winick | | PHONE NUMBER 303 899-5603 | | | |
| SIGNATURE N/A | | TITLE Regulatory Specialist | | | |
| DATE 3/15/2010 | | APPROVED BY: <div style="text-align: right;"> Approved by the Utah Division of Oil, Gas and Mining Date: <u>March 15, 2010</u> By: </div> | | | |



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047378300000

API: 43047378300000

Well Name: UTE TRIBAL 9-20-1319

Location: 1841 FSL 0742 FEL QTR NESE SEC 20 TWNP 130S RNG 190E MER S

Company Permit Issued to: FIML NATURAL RESOURCES, LLC (FNR)

Date Original Permit Issued: 3/15/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

- If located on private land, has the ownership changed, if so, has the surface agreement been updated? ☐ Yes ☒ No
- Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? ☐ Yes ☒ No
- Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? ☐ Yes ☒ No
- Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? ☐ Yes ☒ No
- Has the approved source of water for drilling changed? ☐ Yes ☒ No
- Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? ☐ Yes ☒ No
- Is bonding still in place, which covers this proposed well? ☒ Yes ☐ No

**Approved by the
Utah Division of
Oil, Gas and Mining**

Signature: Elaine Winick

Date: 3/15/2010

Title: Regulatory Specialist **Representing:** FIML NATURAL RESOURCES, LLC (FNR)

Date: March 15, 2010

By: 

RECEIVED March 15, 2010

Earlene Russell - Drill Permits in the "Naval Reserve"

From: Earlene Russell
To: Elaine Winick; Mark Bingham
Date: 5/12/2010 10:28 AM
Subject: Drill Permits in the "Naval Reserve"
CC: Brad Hill; Diana Mason; Jean Sweet; Randy Thackeray
Attachments: Naval Reserve Bond.pdf

Dear Elaine and Mark,

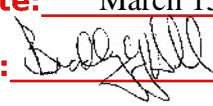
Years ago the "Naval Reserve Area" was given to the Tribe by the United States Government as FEE SIMPLE property and it includes the minerals. A separate blanket bond was provided by FIML for these wells. DOGM monitors the permitting for this area to insure the wells are properly cased, etc.

The APDs FIML submits in this area (Uintah County, Townships 12S and 13S, Range 19E) should be submitted as Fee minerals, rather than Indian minerals. The bond number for the wells in the Naval Reserve is bond number 81918314 (copy attached) and bond type is State/Fee (5).

Based on the above information, DOGM's database has been changed to show fee minerals and the bond number 81918314. This includes the two new pending permits "Horn Frog".

If you have any questions, please call me at (801) 538-5336.

Earlene Russell
Division of Oil, Gas & Mining
PO Box 145801
Salt Lake City, UT 84114-5801
or
1594 W North Temple, Suite 1210
Salt Lake City, UT 84116
Phone (801) 538-5336
Fax (801) 359-3940
e-mail earlenerussell@utah.gov

| | | |
|--|--|---|
| STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING | | FORM 9 |
| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. | | 5. LEASE DESIGNATION AND SERIAL NUMBER: UIT-EDA-001-000 |
| 1. TYPE OF WELL Gas Well | | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE |
| 2. NAME OF OPERATOR: FIML NATURAL RESOURCES, LLC (FNR) | | 7. UNIT or CA AGREEMENT NAME: |
| 3. ADDRESS OF OPERATOR: 410 17th Street Ste 900 , Denver, CO, 80202 | | 8. WELL NAME and NUMBER: UTE TRIBAL 9-20-1319 |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 1841 FSL 0742 FEL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NESE Section: 20 Township: 13.0S Range: 19.0E Meridian: S | | 9. API NUMBER: 43047378300000 |
| PHONE NUMBER: 303 893-5077 Ext | | 9. FIELD and POOL or WILDCAT: NAVAL RESERVE |
| COUNTY: UTAH | | STATE: UTAH |
| 11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | | |
| TYPE OF SUBMISSION <input checked="" type="checkbox"/> NOTICE OF INTENT Approximate date work will start: 3/17/2011 <input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion: <input type="checkbox"/> SPUD REPORT Date of Spud: <input type="checkbox"/> DRILLING REPORT Report Date: | TYPE OF ACTION <div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION </div> <div style="width: 33%;"> <input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER </div> <div style="width: 33%;"> <input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input checked="" type="checkbox"/> APD EXTENSION OTHER: _____ </div> </div> | |
| 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. FIML Natural Resources, LLC requests this permit to drill be extended. Further evaluation of the area is needed prior to drilling this well. Request for permit extension validation is attached. | | |
| Approved by the Utah Division of Oil, Gas and Mining Date: <u>March 15, 2010</u> By:  | | |
| NAME (PLEASE PRINT) Elaine Winick | | PHONE NUMBER 303 899-5603 |
| SIGNATURE N/A | | TITLE Regulatory Specialist |
| DATE 3/15/2010 | | |



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047378300000

API: 43047378300000

Well Name: UTE TRIBAL 9-20-1319

Location: 1841 FSL 0742 FEL QTR NESE SEC 20 TWNP 130S RNG 190E MER S

Company Permit Issued to: FIML NATURAL RESOURCES, LLC (FNR)

Date Original Permit Issued: 3/15/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

- If located on private land, has the ownership changed, if so, has the surface agreement been updated? ☐ Yes ☒ No
- Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? ☐ Yes ☒ No
- Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? ☐ Yes ☒ No
- Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? ☐ Yes ☒ No
- Has the approved source of water for drilling changed? ☐ Yes ☒ No
- Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? ☐ Yes ☒ No
- Is bonding still in place, which covers this proposed well? ☒ Yes ☐ No

**Approved by the
Utah Division of
Oil, Gas and Mining**

Signature: Elaine Winick

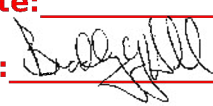
Date: 3/15/2010

Title: Regulatory Specialist **Representing:** FIML NATURAL RESOURCES, LLC (FNR)

Date: March 15, 2010

By: 

RECEIVED March 15, 2010

| | | | | | |
|---|---|--|---|---|--|
| STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING | | FORM 9 | | | |
| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. | | 5. LEASE DESIGNATION AND SERIAL NUMBER: UIT-EDA-001-000 | | | |
| | | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE | | | |
| | | 7. UNIT or CA AGREEMENT NAME: | | | |
| 1. TYPE OF WELL Gas Well | | 8. WELL NAME and NUMBER: UTE TRIBAL 9-20-1319 | | | |
| 2. NAME OF OPERATOR: FIML NATURAL RESOURCES, LLC (FNR) | | 9. API NUMBER: 43047378300000 | | | |
| 3. ADDRESS OF OPERATOR: 410 17th Street Ste 900 , Denver, CO, 80202 | | 9. FIELD and POOL or WILDCAT: NAVAL RESERVE | | | |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 1841 FSL 0742 FEL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NESE Section: 20 Township: 13.0S Range: 19.0E Meridian: S | | COUNTY: UINTAH | | | |
| | | STATE: UTAH | | | |
| 11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA | | | | | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | |
| <input checked="" type="checkbox"/> NOTICE OF INTENT Approximate date work will start: 12/31/2011 <input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion: <input type="checkbox"/> SPUD REPORT Date of Spud: <input type="checkbox"/> DRILLING REPORT Report Date: | <table style="width: 100%; border: none;"> <tr> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION </td> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER </td> <td style="width: 33%; vertical-align: top;"> <input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input checked="" type="checkbox"/> APD EXTENSION OTHER: </td> </tr> </table> | | <input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION | <input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER | <input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input checked="" type="checkbox"/> APD EXTENSION OTHER: |
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| Approved by the Utah Division of Oil, Gas and Mining Date: 03/23/2011 By:  | | | | | |
| NAME (PLEASE PRINT) Karin Kuhn | | PHONE NUMBER 303 899-5603 | | | |
| SIGNATURE N/A | | TITLE Sr. Drilling Technician | | | |
| | | DATE 3/16/2011 | | | |



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047378300000

API: 43047378300000

Well Name: UTE TRIBAL 9-20-1319

Location: 1841 FSL 0742 FEL QTR NESE SEC 20 TWNP 130S RNG 190E MER S

Company Permit Issued to: FIML NATURAL RESOURCES, LLC (FNR)

Date Original Permit Issued: 3/15/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

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- Has the approved source of water for drilling changed? ☐ Yes ☒ No
- Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? ☐ Yes ☒ No
- Is bonding still in place, which covers this proposed well? ☒ Yes ☐ No

Signature: Karin Kuhn

Date: 3/16/2011

Title: Sr. Drilling Technician **Representing:** FIML NATURAL RESOURCES, LLC (FNR)

RECEIVED Mar. 16, 2011

| | | |
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| STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING | | FORM 9 |
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| 1. TYPE OF WELL Gas Well | | 7. UNIT or CA AGREEMENT NAME: |
| 2. NAME OF OPERATOR: FIML NATURAL RESOURCES, LLC (FNR) | | 8. WELL NAME and NUMBER: UTE TRIBAL 9-20-1319 |
| 3. ADDRESS OF OPERATOR: 410 17th Street Ste 900 , Denver, CO, 80202 | PHONE NUMBER: 303 893-5077 Ext | 9. API NUMBER: 43047378300000 |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 1841 FSL 0742 FEL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NESE Section: 20 Township: 13.0S Range: 19.0E Meridian: S | | 9. FIELD and POOL or WILDCAT: NAVAL RESERVE |
| | | COUNTY: UINTAH |
| | | STATE: UTAH |

11.

CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | |
|---|---|---|--|
| <input checked="" type="checkbox"/> NOTICE OF INTENT Approximate date work will start: 12/31/2012 | <input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION | <input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER | <input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input checked="" type="checkbox"/> APD EXTENSION OTHER: <input type="text"/> |
| <input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion: | | | |
| <input type="checkbox"/> SPUD REPORT Date of Spud: | | | |
| <input type="checkbox"/> DRILLING REPORT Report Date: | | | |

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

FIML Natural Resources, LLC requests the subject permit to drill be extended. Further evaluation of the area is needed prior to drilling this well. Request for Permit Extension Validation is attached.

**Approved by the
Utah Division of
Oil, Gas and Mining**

Date: March 12, 2012

By: 

| | | |
|---|-------------------------------------|--|
| NAME (PLEASE PRINT) Kristi Stover | PHONE NUMBER 303 893-5084 | TITLE Sr Drilling Technician |
| SIGNATURE N/A | DATE 3/7/2012 | |



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047378300000

API: 43047378300000

Well Name: UTE TRIBAL 9-20-1319

Location: 1841 FSL 0742 FEL QTR NESE SEC 20 TWNP 130S RNG 190E MER S

Company Permit Issued to: FIML NATURAL RESOURCES, LLC (FNR)

Date Original Permit Issued: 3/15/2006

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- Has the approved source of water for drilling changed? ☐ Yes ☒ No
- Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? ☐ Yes ☒ No
- Is bonding still in place, which covers this proposed well? ☒ Yes ☐ No

Signature: Kristi Stover

Date: 3/7/2012

Title: Sr Drilling Technicain Representing: FIML NATURAL RESOURCES, LLC (FNR)

| | | |
|--|--|---|
| STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING | | FORM 9 |
| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. | | 5. LEASE DESIGNATION AND SERIAL NUMBER: UIT-EDA-001-000 |
| 1. TYPE OF WELL Gas Well | | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: UTE |
| 2. NAME OF OPERATOR: FIML NATURAL RESOURCES, LLC (FNR) | | 7. UNIT or CA AGREEMENT NAME: |
| 3. ADDRESS OF OPERATOR: 410 17th Street Ste 900 , Denver, CO, 80202 | | 8. WELL NAME and NUMBER: UTE TRIBAL 9-20-1319 |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 1841 FSL 0742 FEL QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: Qtr/Qtr: NESE Section: 20 Township: 13.0S Range: 19.0E Meridian: S | | 9. API NUMBER: 43047378300000 |
| 9. FIELD and POOL or WILDCAT: NAVAL RESERVE | | COUNTY: UINTAH |
| STATE: UTAH | | |

11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | |
|---|---|---|---|
| <input checked="" type="checkbox"/> NOTICE OF INTENT Approximate date work will start: 12/31/2013 | <input type="checkbox"/> ACIDIZE <input type="checkbox"/> CHANGE TO PREVIOUS PLANS <input type="checkbox"/> CHANGE WELL STATUS <input type="checkbox"/> DEEPEN <input type="checkbox"/> OPERATOR CHANGE <input type="checkbox"/> PRODUCTION START OR RESUME <input type="checkbox"/> REPERFORATE CURRENT FORMATION <input type="checkbox"/> TUBING REPAIR <input type="checkbox"/> WATER SHUTOFF <input type="checkbox"/> WILDCAT WELL DETERMINATION | <input type="checkbox"/> ALTER CASING <input type="checkbox"/> CHANGE TUBING <input type="checkbox"/> COMMINGLE PRODUCING FORMATIONS <input type="checkbox"/> FRACTURE TREAT <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> RECLAMATION OF WELL SITE <input type="checkbox"/> SIDETRACK TO REPAIR WELL <input type="checkbox"/> VENT OR FLARE <input type="checkbox"/> SI TA STATUS EXTENSION <input type="checkbox"/> OTHER | <input type="checkbox"/> CASING REPAIR <input type="checkbox"/> CHANGE WELL NAME <input type="checkbox"/> CONVERT WELL TYPE <input type="checkbox"/> NEW CONSTRUCTION <input type="checkbox"/> PLUG BACK <input type="checkbox"/> RECOMPLETE DIFFERENT FORMATION <input type="checkbox"/> TEMPORARY ABANDON <input type="checkbox"/> WATER DISPOSAL <input checked="" type="checkbox"/> APD EXTENSION OTHER: <input style="width: 100px;" type="text"/> |
| <input type="checkbox"/> SUBSEQUENT REPORT Date of Work Completion: | | | |
| <input type="checkbox"/> SPUD REPORT Date of Spud: | | | |
| <input type="checkbox"/> DRILLING REPORT Report Date: | | | |

12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.

 FIML Natural Resources, LLC requests the subject permit to drill be extended. Further evaluation of the area is needed prior to drilling this well. Request for Permit Extension Validation is attached.

Approved by the
Utah Division of
Oil, Gas and Mining

Date: February 19, 2013

By:

| | | |
|---|-------------------------------------|--|
| NAME (PLEASE PRINT) Kristi Stover | PHONE NUMBER 303 893-5084 | TITLE Sr Drilling Technician |
| SIGNATURE N/A | DATE 1/30/2013 | |



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047378300000

API: 43047378300000

Well Name: UTE TRIBAL 9-20-1319

Location: 1841 FSL 0742 FEL QTR NESE SEC 20 TWNP 130S RNG 190E MER S

Company Permit Issued to: FIML NATURAL RESOURCES, LLC (FNR)

Date Original Permit Issued: 3/15/2006

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

- If located on private land, has the ownership changed, if so, has the surface agreement been updated? ☒ Yes ☐ No
- Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? ☐ Yes ☒ No
- Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? ☐ Yes ☒ No
- Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? ☐ Yes ☒ No
- Has the approved source of water for drilling changed? ☐ Yes ☒ No
- Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? ☐ Yes ☒ No
- Is bonding still in place, which covers this proposed well? ☒ Yes ☐ No

Signature: Kristi Stover

Date: 1/30/2013

Title: Sr Drilling Technicain **Representing:** FIML NATURAL RESOURCES, LLC (FNR)



GARY R. HERBERT
Governor

SPENCER J. COX
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

March 19, 2014

FIML Natural Resources, LLC (FNR)
410 17th Street, Ste. 900
Denver, CO 80202

Re: APD Rescinded – Ute Tribal 9-20-1319, Sec. 20, T. 13S, R. 19E
Uintah County, Utah API No. 43-047-37830

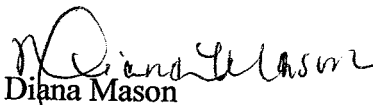
Ladies and Gentlemen:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on March 15, 2006. On March 13, 2007, March 20, 2008, March 17, 2009, March 15, 2010, March 23, 2011, March 12, 2012 and February 19, 2013 the Division granted a one-year APD extension. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective March 19, 2014.

A new APD must be filed with this office for approval prior to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,


Diana Mason
Environmental Scientist

cc: Well File
Bureau of Land Management, Vernal